

m/041/004

July 3rd 2003

Western Clay
company

D. Wayne Hedberg
Permit Supervisor
State of Utah DNR-DOGM
PO BOX 145801
SALT LAKE CITY, UT 84114-5801

RE: Redmond Limestone Quarry, M/041/004

Dear Mr. Hedberg:

We are writing to request your approval to remove 2,000 tons of Limestone from this quarry. Your letter of June 12th ordered us to halt operations at this mine because there was no surety in place. There has, in fact, been a surety in place to cover this mine for several years. SITLA appearantly doesn't recognize it because it is still issued in an old name (Utah State Land and Forestry). The letter of credit is issued by Wells Fargo and is renewed thru 02-16-2004.

We are proceeding with an updated letter of credit and reclamation contract in the amount of \$25,000. This should easily be completed in the next thirty days.

If you can approve of us removing the above 2,000 tons please sign
And date July 9, 2003.

D. Wayne Hedberg

Sincerely,

Brad Boyter

Brad Boyter
President-Western Clay

- * *Approved with following conditions:*
- (1) *MAXIMUM 2000 TONS REMOVED FROM QUARRY.*
 - (2) *RECEIPT OF REQUIRED UPDATED CONTRACT & RECLAMATION SURETY BY AUGUST 4, 2003.*
 - (3) *NO ADDITIONAL MINE DEVELOPMENT AND REMOVAL OF LIMESTONE MATERIAL (BEYOND 2000 TONS) UNTIL REPLACEMENT SURETY & CONTRACT APPROVED BY OGM.*
 - (4) *WESTERN CLAY WILL ALSO SEEK APPROPRIATE AUTHORIZATION FROM SITLA BEFORE MINING RESUMES AT THE QUARRY.*

Western Clay Company
508 East Center
PO BOX 127
Aurora, Utah 84620
800 982-7960 ○ 435 529-3281 ○ 435 529-3714 fax

RECEIVED
JUL 08 2003
DIV. OF OIL, GAS & MINING

* Faxed by was
signed + returned
w/conditions on
7/7/03 M/041/004

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And date _____, 2003.

Sincerely,



Brad Boyter
President-Western Clay

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RECEIVED

JUL 11 2003

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